

LAW OFFICES
ROSE, SUNDBSTROM & BENTLEY
A PARTNERSHIP INCLUDING PROFESSIONAL ASSOCIATIONS
2548 BLAIRSTONE PINES DRIVE
TALLAHASSEE, FLORIDA 32301
(904) 877-6555

CHRIS H. BENTLEY, PA
JENNIFER S. BRUBAKER
F. MARSHALL DETERDING
BRIAN L. DOSTER
MARTIN S. FRIEDMAN, PA
JOHN R. JENKINS, PA
STEVEN T. MINDLIN, PA
ROBERT M. C. ROSE
DAREN L. SHIPPY
WILLIAM E. SUNDBSTROM, PA
DIANE D. TREMOR, PA
JOHN L. WHARTON

MAILING ADDRESS
POST OFFICE BOX 1567
TALLAHASSEE, FLORIDA 32302-1567
TELECOPIER (904) 856-4029

December 17, 1996

VIA HAND DELIVERY

Charles H. Hill, Director
Division of Water and Wastewater
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399

960000-PU

Re: Aloha Utilities, Inc.
Proposed Disposition of Gross-up Funds
Our File No. 26038.08

Dear Mr. Hill:

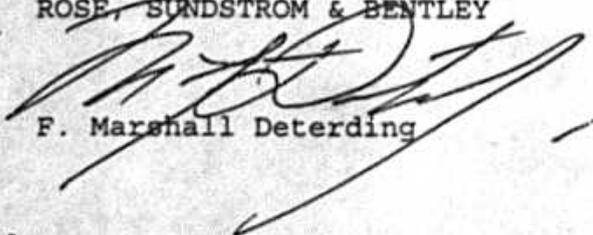
Attached are six copies of a set of schedules showing our calculation of the appropriate disposition of gross-up funds collected for the tax year ended December 31, 1994. As you will note, no refund is required, since the Company undercollected gross-up by \$13,567.

In accordance with correspondence received from your office on confidential treatment of tax returns, I am submitting one copy of the tax return directly to the Clerk.

I believe after review of the calculations made by the Utility, you will agree that the disposition proposed by them is appropriate. Should you have any questions in this regard, please let me know.

Sincerely,

ROSE, SUNDBSTROM & BENTLEY


F. Marshall Deterding

FMD/lts
Enclosures
cc: Ms. Blanca Bayo
Mr. Stephen Watford
Robert C. Nixon, CPA

DOCUMENT NUMBER-DATE
13409 DEC 17 88
FPSC-RECORDS/REPORTING